



SB 162 REVIEW SUBCOMMITTEE

Room 108 State Capitol, ? P.O. Box 201711 ? Helena, MT 59620-1711 ? (406) 444-2986 ? FAX (406) 444-3036

COMMITTEE MEMBERS

SENATOR TOM ZOOK, CHAIRMAN
SENATOR LINDA NELSON
REPRESENTATIVE GARY FORRESTER
REPRESENTATIVE DAVE KASTEN

LFD STAFF

JON MOE, FISCAL SPECIALIST
CINDY CAMPBELL, SUBCOMMITTEE SECRETARY

MINUTES

October 4, 2001

Room 137, State Capitol
Helena, Montana

ROLL CALL

Senator Tom Zook
Senator Linda Nelson, Excused
Representative Gary Forrester
Representative Dave Kasten
Jon Moe, Fiscal Specialist
Cindy Campbell, Subcommittee Secretary

Call to Order (Tape 1A-000)

The 1st meeting of the SB 162 Review - Dedication of State Revenues for Local Government (SB 162 Review Subcommittee) was called to order at 1:35 p.m. by Senator Tom Zook, Chair, on Thursday, October 4, 2001. The meeting was held in Room 137 of the State Capitol, Helena, Montana.

1. SB 162 Discussion (Tape 1A-001)

Jon Moe, Fiscal Specialist for the Legislative Fiscal Division (LFD), introduced Judy Paynter, Department of Revenue (DOR), and asked her to explain SB 162 and how it relates to HB 124. Ms. Paynter explained dedication of state revenue for local government prior to HB 124 and how it has changed because of HB 124. She then responded to questions from the subcommittee members.

A copy of SB 162 was included in the subcommittee notebooks. (Exhibit 1) Mr. Moe reviewed it section by section with the members and they discussed the requirements of SB 162. In response to a request by **Senator Zook**, Mr. Moe will obtain a copy of the notebook for HB 124, which was created for the free conference committee during the last legislature and includes a

list of all dedicated revenue sources. He provided a copy of the notebook to subcommittee members at the Legislative Finance Committee the following day.

Clayton Schenck, Director of LFD, distributed copies of pages from the Legislative Fiscal Report, 2003 Biennium, pertaining to HB 124. (Exhibit 3) Senator Royal Johnson addressed the subcommittee and explained his understanding of HB 124. He stated that the state does not have the authority to change the funding.

Representative Forrester raised a question regarding whether federal 874 monies flow through the Office of Public Instruction or go directly from the federal government to the tribes. Taryn Purdy will research this question and provide an answer to the subcommittee members.

2. Committee Organization (Tape 1A-220)

Information taken from the LFD web site on the SB 162 Review Subcommittee was included in the notebooks (Exhibit 2) This information included subcommittee members, LFD staff, and proposed meeting dates.

MOTION: **Representative Forrester** moved the subcommittee appoint Senator Zook as chairman. **VOTE:** Motion carried unanimously.

Members discussed proposed meeting dates and agreed to meet in conjunction with the Legislative Finance Committee.

3. Criteria and Procedures for Review (Tape 1B-350)

Jon Moe explained the criteria and procedures for SB 162 review. (Exhibit 4)

4. Review of Revenue Dedication Provisions (Tape 1B-414)

The subcommittee began review of the dedicated revenue provisions included in the subcommittee notebook, numbered 1 through 27 in the bottom right-hand corner. (Exhibit 5) The subcommittee reviewed and took action on 1 through 18. (These revenue dedication provisions are attached and include an explanation of the action taken by the subcommittee.)

Sue Dailey from the Department of Fish, Wildlife and Parks (DFWP) was present and responded to questions regarding the dedicated revenue provisions from DFWP.

The remaining provisions, 19-27, will be reviewed by the subcommittee at the next meeting.

Next Meeting

The next meeting is scheduled for December 6, 2001.

Adjournment

MOTION: Representative Kasten moved the meeting be adjourned. **VOTE:** Motion carried unanimously. Meeting adjourned at 4:00 p.m.

Senator Tom Zook, Chairman

Cindy Campbell, Committee Secretary